

PPP's in Mongolia



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Disclaimer:

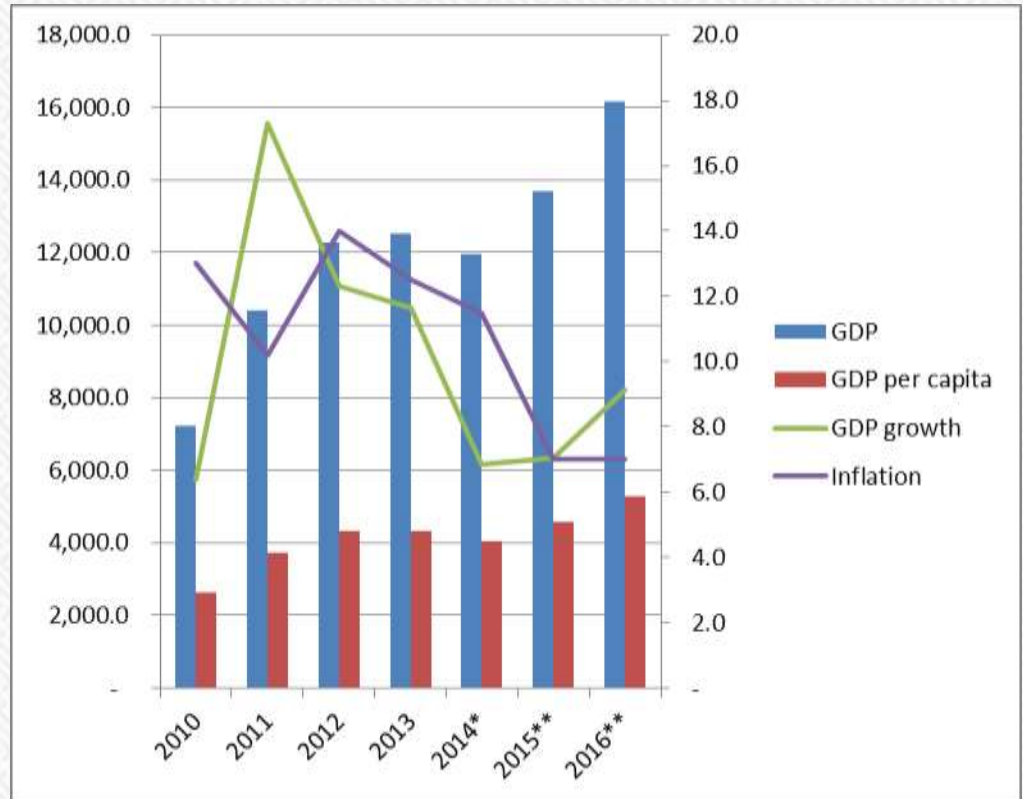
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**ADB 6TH KNOWLEDGE SHARING PLATFORM
DEEPENING PUBLIC-PRIVATE PARTNERSHIPS**

Beijing, Nov 25-26, 2014

Economic Overview

- One of the fastest growing economies
- Mining sector extension and investment to the infrastructure development
- Oyu Tolgoi & Tavan Tolgoi mining field operation
- \$1,5B bond issued by Government of Mongolia



PPP & Concessions

- ❖ Growing investment needs in infrastructure in line with Government priority projects
- ❖ Accelerate economic growth by leveraging the financial resources, technology and management know-how of private sector
- ❖ To liberalize the economy further through the more participation of private sector in government investment plans

PPP legal framework in place

- **State Policy on PPP**

In 2009, the Parliament adopted the State Policy on PPP to promote private sector participation in all sectors of economy

- **The Law on Concession**

In 2010, the Parliament approved the Concession Law which defines the PPP implementation.

The Government has also approved several regulations regarding the detailed bidding process and evaluation of bid proposals

- **PPP Project List**

In 2010, the Government approved the list of 121 concession projects , which was amended and reduced to 51.

The revised list is finalized on 07 Sep 2013.

PPP project list

- The new list consists of 52 projects submitted by line ministries
- and 5 projects submitted by private sector

PPP project list

Sector

- Infrastructure and construction – 7/+1/
- Road – 17
- Pipeline transport – 2
- Airport – 2
- Power – 12
- Environmental – 4
- Education – 2
- Health – 1/+3/
- Sport, tourism – 5
- Railroad – 1

Type

- BOT – 8
- BOO – 11/+3/
- BT – 19
- OTHERS – 15/+1/

Ongoing Projects

“Nariinsukhait – Shiveehuren” road project

Project description: **50KM MINING ROAD PROJECT**

Concession type: **BOT**

Concession term: **17 YEARS**

Total cost: **MNT 88.0 BLN**

Concessionaire: **“RDCC” LLC**

Location: **UMNUGOBI AIMAG**

Signed date: **OCT 26, 2011**



Signed agreements

“Telmen power plant” project

Project description: **100 MWt POWER PLANT PROJECT**

Concession type: **BOT**

Concession term: **22 YEARS**

Total cost: **USD 183.0 MLN**

Concessionaire: **“New Asia Group” LLC**

Location: **ZAVKHAN AIMAG**

Signed date: **JUN 28, 2013**



Signed agreements

“Altanbulag-Ulaanbaatar-Zamyn-Uud highway” project

Project description: **1200 KM HIGHWAY PROJECT**

Concession type: **BOT**

Concession term: **30 YEARS**

Total cost: **USD 10.0 BLN**

Concessionaire:

“CHINGGIS LAND DEVELOPMENT GROUP” LLC

Location: **DORNOGOBI, GOBISUMBER, TUV, DARKHAN, BULGAN,
SELENCE AIMAGS**

Signed date : **MAR 09. 2014**



Signed agreements

“Establishment of the Mining and Metal processing complex” project

Project description: **Renovation and increase in capacity of the state owned JSC Darkhan Metal Processing Plant by utilizing the iron ore from state owned mines located in the Darkhan-Selenge belt**

Concession type: **RBOT, BT**

Concession term: **30 YEARS**

Total cost: **USD 725.0 MLN**

Concessionaire: **“QSC” LLC**

Location: **DARKHAN CITY**

Signed date: **APR 04, 2014**



Signed agreements

“Tuul-Songino power plant” project

Project description: **RE-TREATED WASTE WATER USED FOR 100
MWt HYDRO CHARGED POWER PLANT**

Concession type: **BOO**

Concession term: **23 YEARS**

Total cost: **CNY 1.0 BLN**

Concessionaire: **“MORIT IMPEX” LLC**

Location: **ULAANBAATAR CITY, SONGINOKHAIRKHAN DISTRICT**

Signed date: **APR 08, 2014**



Signed agreements

“CHP number 5” project

Project description: **CONSTRUCTION OF 450 MW POWER PLANT TO MEET ELECTRICITY AND THERMAL DEMANDS OF ULAANBAATAR CITY**

Concession type: **BOT**

Concession term: **25 YEARS**

Total cost: **USD 1.2 BLN**

Concessionaire: **“GDF SUEZ, SOJITZ,
POSCO, NEWCOM”**



Location: **ULAANBAATAR CITY, BAYANZURKH DISTRICT**

Signed date: **JUN 20, 2014**

Signed agreements

“Human Development center” project

Project description: **CONSTRUCTION OF A HUMAN
DEVELOPMENT CENTER**

Concession type: **BOT**

Concession term: **30 YEARS**

Total cost: **MNT 17.0 MLN**

Concessionaire: **“JAM ZAM INVESTMENT” LLC**

Location: **ULAANBAATAR CITY, BAYANGOL DISTRICT**

ARKHANGAI AIMAG

Signed date: **SEP 18, 2014**



NEGOTIATING AGREEMENTS

№	Project name	Type of concession
ROAD PROJECTS		
1	Tosontsengel-Uliastai 114 km paved road	BT
2	Bayankhongor-Altai 129.4 km paved road	BT
3	Bayankhongor-Altai 126.7 km paved road	BT
4	Altai-Darvi 165 km paved road	BT
5	Altai-Darvi 98 km paved road	BT
6	Tosontsengel crossroad Numrug-Songino 167 km paved road	BT
7	Songino soum-Khyargas lake east rim 135.5 km paved road	BT
8	Dashinchilen-Orkhon bridge road ending-Murun-Tarialan road ending 120 km paved road	BT
9	Dashinchilen-Orkhon bridge road ending-Murun-Tarialan road ending 112 km paved road	BT
10	Khujirt-Tuvkhun Temple-Ulaantsutgalan 90.1 km paved road	BT
11	Dashinchilen-Ugiinuur-Khushuu Tsaidam 30 km paved road	DBT
12	Renovation of "Onon" bridge in Binder soum of Khentii aimag	DBT
13	Mandal soum Zuun Kharaa 15.8 km paved road	DBT
14	Choir-Bor Undur 50 km paved road	DBT

NEGOTIATING AGREEMENTS

№	Project name	Type of concession
POWER SECTOR PROJECTS		
1	Baganuur power plant	BOT
2	Tevshiin Gobi power plant in Saintsagaan soum of Dundgovi aimag	BOO
3	Extension and renovation of Choir substation	BT
4	Chandgana power plant and construction of Baganuur-Undurkhaan transmission line	BOO BT
	Undurkhaan-Choibalsan transmission line and substation	BT

NEGOTIATING AGREEMENTS

№	Project name	Type of concession
/ROAD PROJECTS/		
1	Highway connecting Ulaanbaatar city with new Airport 26 km	BT
2	Tavan tolgoi-Khanbogd-Khangi road 435 km mining road	BOT
/EDUCATION PROJECTS/		
3	Construction of 72 elementary school and kindergarden complexes	BT
4	Construction and renovation of 7 secondary schools, 3 kinder gardens	DDBT, DBT, BT

THANK YOU

Ministry of Economic Development

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